



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2023 Biennium

<b>Bill #</b>	SB0091	<b>Title:</b>	Require fiscal notes to include business impact
<b>Primary Sponsor:</b>	Vance, Gordon	<b>Status:</b>	As Introduced

- ☐ Significant Local Gov Impact
 ☒ Needs to be included in HB 2
 ☒ Technical Concerns  
☐ Included in the Executive Budget
 ☐ Significant Long-Term Impacts
 ☐ Dedicated Revenue Form Attached

### FISCAL SUMMARY

	<u>FY 2022 Difference</u>	<u>FY 2023 Difference</u>	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>
<b>Expenditures:</b>				
General Fund	\$0	\$536,046	\$0	\$546,767
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	<u>\$0</u>	<u>(\$536,046)</u>	<u>\$0</u>	<u>(\$546,767)</u>

**Description of fiscal impact:** SB 91 requires that fiscal notes for bills and initiatives estimate the effect on revenues, expenditures, and fiscal liability of the state, a county or municipality, and private entities engaged in business in the state. Further, SB 91 requires the budget director to work in cooperation with interested private parties to prepare a fiscal note.

### FISCAL ANALYSIS

#### Assumptions:

- Currently, 11 analysts and 2 managers in the Governor's Office of Budget and Program Planning (OBPP), and between 1 and 20 employees (depending on size of agency) in each agency are substantially dedicated to researching and drafting the information contained in fiscal notes prepared before and during a legislative session.
- It is assumed that the provisions of SB 91, and the scope and complexity of the analysis required will provide for an increased workload during the time leading up to, during, and directly after a legislative session.
- During legislative session, approximately 1,000 bills are introduced. It is assumed half of the bills (500) would require fiscal notes for impacts on private entities engaged in business in the state.
- Administering SB 91 will require 6 FTE or 12 additional employees at 40 hours per week for approximately 26 weeks (half a year) in a legislative session year.
- The 26 weeks is estimated from a 17-week legislative session, six weeks of training and preliminary fiscal notes prior to the session, and three weeks after session ends for cleanup and summaries.

6. An estimate of the increased workload by hour and by component of work is detailed in the table below:

<b><u>Research and Analysis</u></b>			
	<b># of Bills</b>	<b>Hours</b>	<b>Total Hours</b>
Introduced	500	12	6,000
Amended	250	6	1,500
Amended x3	100	1	100
Amended x4	50	1	50
	<b>Subtotal</b>		<b>7,650</b>
<b><u>Management, Legal, and Review</u></b>			
	<b># of Bills</b>	<b>Hours</b>	<b>Total Hours</b>
Introduced	500	3	1,500
Amended	250	2	500
Amended x3	100	1	100
Amended x4	50	1	50
	<b>Subtotal</b>		<b>2,150</b>
<b><u>Outreach and Communication</u></b>			
	<b># of Bills</b>	<b>Hours</b>	<b>Total Hours</b>
Introduced	500	4	2,000
Amended	250	2	500
Amended x3	100	1	100
Amended x4	50	1	50
	<b>Subtotal</b>		<b>2,650</b>
<b>Total Hours</b>			<b>12,450</b>
<b>1/2 time FTE</b>			<b>12.0</b>
<b>Full-Time FTE</b>			<b>6.0</b>

7. The FTE will be deployed to OBPP and other state agencies to augment existing expertise where it already exists, and to provide support where expertise on pertinent topics is needed.
8. The FTE-type, cost of salary and benefits, and cost of operating for equipment and training is outlined in the table below:

FTE Cost by Position				
Position	6 Month Salary and Benefits		Operating	Total 6 Month Cost
Attorney	\$	51,843	\$ 5,333	\$ 57,176
Research Analyst 2	\$	39,492	\$ 5,333	\$ 44,825
Research Analyst 2	\$	39,492	\$ 5,333	\$ 44,825
Research Analyst 2	\$	39,492	\$ 5,333	\$ 44,825
Research Analyst 2	\$	39,492	\$ 5,333	\$ 44,825
Research Analyst 2	\$	39,492	\$ 5,333	\$ 44,825
Financial Manager	\$	46,992	\$ 5,333	\$ 52,325
Economist 1	\$	35,151	\$ 5,333	\$ 40,484
Economist 1	\$	35,151	\$ 5,333	\$ 40,484
Economist 1	\$	35,151	\$ 5,333	\$ 40,484
Economist 1	\$	35,151	\$ 5,333	\$ 40,484
Economist 1	\$	35,151	\$ 5,333	\$ 40,484
<b>Total</b>				<b>536,046</b>

**Fiscal Impact:**

FTE	0.00	6.00	0.00	6.00
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**Expenditures:**

Personal Services	\$0	\$472,050	\$0	\$481,491
Operating Expenses	\$0	\$63,996	\$0	\$65,276
<b>TOTAL Expenditures</b>	<b>\$0</b>	<b>\$536,046</b>	<b>\$0</b>	<b>\$546,767</b>

**Funding of Expenditures:**

General Fund (01)	\$0	\$536,046	\$0	\$546,767
<b>TOTAL Funding of Exp.</b>	<b>\$0</b>	<b>\$536,046</b>	<b>\$0</b>	<b>\$546,767</b>

**Revenues:**

General Fund (01)	\$0	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**Net Impact to Fund Balance (Revenue minus Funding of Expenditures):**

General Fund (01)	\$0	(\$536,046)	\$0	(\$546,767)
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**Technical Notes:**

1. The terms “private entities engaged in business” and “interested private parties” are unclear.
2. The ability to recruit and hire FTE in the areas of expertise listed above for six-months every other year is unknown.

**NO SPONSOR SIGNATURE***Sponsor's Initials**Date*

1/19/21

*Budget Director's Initials**Date*

KA

1/19/21